

FORM 7

MONTHLY PROGRESS REPORT

Name of Listed Issuer: Exro Technologies Inc. (the "Issuer").

Trading Symbol: XRO

Number of Outstanding Listed Securities: 82,880,249 (as at April 30, 2020)

Date: **May 4, 2020**

---

**Report on Business**

1. Provide a general overview and discussion of the development of the Issuer's business and operations over the previous month. Where the Issuer was inactive disclose this fact.

**Exro continues to commercialize its Electronic Transmission Replacement ("ETR", previously described as Dynamic Power Management technology "DPM") for variable motor applications. Exro is focused on delivering its initial commercial prototype to Motorino and is also now working with The Templar Marine Group Ltd. for electric boat applications. The Issuer is focused on improving torque/speed performance of electrical motors.**

**The Issuer is also utilizing artificial intelligence to develop new battery management ("BMS") software technology, which it is calling the "intelligent battery management system" ("IEMS"), which should provide an improvement over existing BMS applications. Exro expects that the new IEMS being developed, when fully commercialized, will allow for constant monitoring and manipulation of energy inflows and outflows, at rates of up to 100k manipulations per second. The goal is total control of the flow of energy, in effect allowing better, more balanced storage of energy, especially under changing conditions, while also making battery banks of any size inherently electrically safe.**

**The Issuer is also continuing to explore other potential collaborations.**

2. Provide a general overview and discussion of the activities of management.

**On April 8, 2020 the CEO of the Issuer provided an update to shareholders, announcing her commitment is to close 8 strategic partnerships by the end of 2020. She also reviewed the four key projects ongoing at Exro.**

1. **Motorino Electric Bike- Exro delivered the first proof of concept in December with outstanding results of exceeding speed and torque by 25%. This was an important project for Exro as it demonstrates the potential of our technology. The patented coil switching algorithms are entirely scalable, so we can take this proof of concept and apply it to cars, trucks, and larger equipment.**
2. **Potencia – the project was a multi-stage delivery that started with the Exro motor driver. This driver is delayed due to parts from China; we anticipate delivery in June. In the meantime, the Issuer, with the agreement of its customer, have moved ahead to stage 2, which is our coil switching module. Now, both stages will deliver together in June, giving Exro its first proof of concept in an electric vehicle.**
3. **Templar Marine – this project is to optimize the powertrain in an electric water taxi. The initial development time was approx. four months, and the Issuer expects only a small delay of a few weeks. Exro is working with Templar on how to most effectively optimize the system, and while the coronavirus has slowed communications with European suppliers, it has not stopped. Exro is continuing development and will have results in Q3.**

4. **Aurora Snowmobile** – is a very exciting partnership for Exro as there are several opportunities to both integrate our technology into the Aurora powertrain and work with electric motor suppliers in their supply chain. Exro will start with the 100 volts driver and look to deliver in the third quarter at their request. This project remains on time.

These are four key partnerships as they demonstrate the scalability and versatility of the Exro technology. The Issuer is now working with bikes, cars, boats, and snowmobiles. The next four deals are on the horizon, and the CEO is very confident that Exro will close all 8 deals this year. The team is working hard to ensure the agreements are strategic and the best fit for our resources and financing. There are ongoing discussions with customers small and large in a variety of mobility applications. Exro continues to evaluate customer provided data which helps to determine the best fit for Exro and our partners. While there is no guarantee, the Issuer is confident in the current stages of negotiation and to meeting commitments to these eight deals.

Exro has also begun a robust rebranding program, on the heels of another rebrand as Exro moved from DPM (Dynamic Power Management) to ETR (Electronic Transmission) early in 2019. It was a necessary strategic move to better align Exro to the marketplace.

Exro remains focused on the commercialization of its Patented Coil Switching Technology but are also continuing to innovate. Exro's technology roadmap continues to evolve; here are some highlights:

- **EPM – Electric Program Module (previously ETR).** This is a module that integrates our coil switching technology, allowing Exro to broaden our potential customer base and offer a proof of concept much more rapidly. The first proof of concept will deliver in June to Potencia.
- **Integrated Coil Switching Drive –** This is a generic integrated driver which incorporates Exro's algorithms. This built-in coil switching drive will provide a 400 Volt, 150 KW inverter with Exro's technology already integrated inside. This proof of concept will be ready in November 2020
- **Battery Management -** Exro has had promising results with its AI system and are excited about the future. The team continues with the development, and has engaged an industry expert to help to align Exro with the market. These results will be updated later in Q2.
- **Generators –** utilizing Exro's coil switching technology in generators will bring efficiency gains to a new group of prospective partners, including the wind industry. Exro is in discussions with potential partners to bring a proof of concept to market by the end of this year, and expect to be able to demonstrate the value of integrating Exro's technologies into generators.

The Calgary Innovation Center remains on schedule, and Exro will continue the transition of its Victoria lab, which will continue to operate until the fall of this year.

On April 28, Exro announced it has signed a collaboration and supply agreement (the "Agreement") with Clean Seed Capital Group Ltd. ("Clean Seed") (TSX-V: CSX) to integrate Exro's technology into Clean Seed's high-tech agricultural seeder and planter platforms, advancing the electrification of the world's heavy-farm equipment.

Under the Agreement, Clean Seed will issue a purchase order to integrate Exro's electric-motor-enhancing technology into Clean Seed's latest technology offerings and beyond.

Clean Seed, in collaboration with Exro, will be building a working prototype that will be implemented in the field by 2021. This addition and integrated technology will further enhance Clean Seed's SMART Seeder™ technologies by reducing the power requirements to operate its revolutionary tools that put row-by-row, variable-rate seeding technology into the hands of farmers, putting them at the forefront of agricultural innovation and sustainability.

Under the agreement, both companies also plan to develop after-market retrofit products that use Exro technology to further expand and accelerate the electrification of agricultural farm equipment.

**On April 29, 2020 the Issuer released its Audited Annual Financial Statements and Management's Discussion and Analysis for the financial year ended December 31, 2019.**

3. Describe and provide details of any new products or services developed or offered. For resource companies, provide details of new drilling, exploration or production programs and acquisitions of any new properties and attach any mineral or oil and gas or other reports required under Ontario securities law.

**None.**

4. Describe and provide details of any products or services that were discontinued. For resource companies, provide details of any drilling, exploration or production programs that have been amended or abandoned.

**None.**

5. Describe any new business relationships entered into between the Issuer, the Issuer's affiliates or third parties including contracts to supply products or services, joint venture agreements and licensing agreements etc. State whether the relationship is with a Related Person of the Issuer and provide details of the relationship.

**See item 2. The relationship is not with any Related Person of the Issuer.**

6. Describe the expiry or termination of any contracts or agreements between the Issuer, the Issuer's affiliates or third parties or cancellation of any financing arrangements that have been previously announced.

**None.**

7. Describe any acquisitions by the Issuer or dispositions of the Issuer's assets that occurred during the preceding month. Provide details of the nature of the assets acquired or disposed of and provide details of the consideration paid or payable together with a schedule of payments if applicable, and of any valuation. State how the consideration was determined and whether the acquisition was from or the disposition was to a Related Person of the Issuer and provide details of the relationship.

**None.**

8. Describe the acquisition of new customers or loss of customers.

**None.**

9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trade-marks.

**None.**

10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.

**None.**

11. Report on any labour disputes and resolutions of those disputes if applicable.

**Not applicable.**

12. Describe and provide details of legal proceedings to which the Issuer became a party, including the name of the court or agency, the date instituted, the principal parties to the proceedings, the nature of the claim, the amount claimed, if any, if the proceedings are being contested, and the present status of the proceedings.

**Not applicable.**

13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.

**None.**

14. Provide details of any securities issued and options or warrants granted.

**None.**

15. Provide details of any loans to or by Related Persons.

**None.**

16. Provide details of any changes in directors, officers or committee members.

**None.**

17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

**The outbreak of the coronavirus ("COVID-19") pandemic is likely to impact the Issuer's plans and activities. The Issuer may face disruption to operations, supply chain delays, travel and trade restrictions and impact on economic activity in affected countries or regions can be expected and can be difficult to quantify. Such pandemics or diseases represent a serious threat to maintaining a skilled workforce industry and could be a health-care challenge for the Issuer. There can be no assurance that the Issuer's personnel will not be impacted by these pandemic diseases and ultimately that the Issuer would see its workforce productivity reduced or incur increased medical costs/insurance premiums as a result of these health risks. Additional cybersecurity risks exist due to personnel working remotely. In addition, the COVID-19 pandemic has created a dramatic slowdown in the global economy. The duration of the COVID-19 outbreak and the resultant travel restrictions, social distancing, government response actions, business closures and business disruptions, can all have an impact on the Issuer's operations and access to capital. There can be no assurance that the Issuer will not be impacted by adverse consequences that may be brought about by the COVID-19 pandemic on global financial markets, may reduce share prices and financial liquidity and thereby that may severely limit the financing capital available.**

**The Issuer continues to monitor developments and innovations related to motor and generator systems technology to operate more efficiently, providing benefit to sustainable and renewable electricity generation markets, as well as variable load industrial and commercial applications for motors.**

## Certificate of Compliance

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance.
2. As of the date hereof there is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to the Exchange that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all Exchange Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated: May 4, 2020.

John Meekison  
Name of Director or Senior Officer

"John Meekison"  
Signature

CFO  
Official Capacity

<b>Issuer Details</b> Name of Issuer <b>Exro Technologies Inc.</b>	For Month End <b>April 2020</b>	Date of Report YY/MM/D <b>20/05/04</b>
Issuer Address <b>2300 – 1177 West Hastings Street</b>		
City/Province/Postal Code <b>Vancouver BC, V6E 2X3</b>	Issuer Fax No. <b>N/A</b>	Issuer Telephone No. <b>(604) 674 7746</b>
Contact Name <b>John Meekison</b>	Contact Position <b>CFO</b>	Contact Telephone No. <b>(604) 649 8778</b>
Contact Email Address <b>jmeekison@exro.com</b>	Web Site Address <b>www.exro.com</b>	